

October 11, 2016

**Subject:** Transformative Climate Communities Program

**Reporting Period:** August - October, 2016

**Staff Lead:** Randall Winston

---

### **Recommended Action:**

For information only – no action required.

### **Background:**

On September 14, 2016, Governor Brown signed AB 2722 (Burke), which created the Transformative Climate Communities Program (Program), a grant program administered by the Strategic Growth Council for broad-based greenhouse gas emission reduction projects that provide local economic, environmental and health benefits to disadvantaged communities. \$140 million is available for the Program for fiscal year 2016-2017, funded through cap and trade auction proceeds.

### **Notice of Proposed Rulemaking:**

On September 23, 2016, the Strategic Growth Council proposed to adopt the following regulations for the Program:

*Transformative Climate Community Program funds shall be allocated in the cities of Los Angeles and Fresno, and a third location. A minimum of half of the funds shall be allocated in the City of Fresno. A minimum of one fourth of the funds shall be allocated in the City of Los Angeles.*

The proposed rulemaking is the first of several actions to develop the Program. Specifically, this action specifies a portion of total program funds for applications from specific geographic locations. In a future rulemaking, the Council will develop guidelines and selection criteria for the Program.

The Notice of Proposed Rulemaking and Initial Statement of Reasons are included as attachments. Additionally, a signing message from Governor Brown for AB 2722 is attached.